## Message Text

CONFIDENTIAL

PAGE 01 STATE 121351

61

**ORIGIN EUR-12** 

INFO OCT-01 ISO-00 SEC-01 CIAE-00 DODE-00 PM-03 H-02

INR-07 L-02 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15

USIA-06 EB-07 COME-00 TRSE-00 FRB-03 /068 R

DRAFTED BY EUR/WE:WHMANGER/LD APPROVED BY EUR:JAARMITAGE EUR/WE:REBARBOUR SEC:MR. TINNEMY

----- 043343

P 232114Z MAY 75 FM SECSTATE WASHDC TO AMEMBASSY THE HAGUE PRIORITY

CONFIDENTIAL STATE 121351

E.O. 11652: GDS

TAGS: PFOR, NL, US

SUBJECT: DUTCH QUERY ON ALLEGATIONS AGAINST NORTHROP

1. NETHERLANDS CHARGE VAN AERSSEN CALLED ON ACTING ASSISTANT SECRETARY ARMITAGE MAY 22 UNDER INSTRUCTIONS WITH FOLLOWING REQUEST: A MEMBER OF THE SECOND CHAMBER HAS ASKED THE GOVERNMENT IF IT WERE WILLING TO CONTACT THE U.S. SECURITIES AND EXCHANGE COMMISSION (SEC) TO ASCERTAIN QUOTE WHETHER ANY INFORMATION IS AVAILABLE THAT BRIBES HAVE BEEN PAID IN CONNECTION WITH THE CHOICE OF THE SUCCESSOR OF THE F-104 BY PERSONS RELATED TO NORTHROP TO DUTCH CITIZENS WHO ARE IN A POSITION TO INFLUENCE THE CHOICE IN FAVOR OF A CANDIDATE OF THAT FACTORY, THE YF-17 COBRA? UNQUOTE VAN AERSSEN EXPLAINED THAT THE ALLEGA-TIONS CONTAINED IN A MAY 5 NEW YORK TIMES ARTICLE THAT VARIOUS US CORPORATIONS, INCLUDING NORTHROP, HAD BRIBED GOVERNMENT OFFICIALS HAD APPEARED IN THE DUTCH PRESS AND HAD PERHAPS PROMPTED THIS QUESTION IN PARLIAMENT. VAN CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 121351

AERSSEN RECALLED THAT SIMILAR ALLEGATIONS HAD APPEARED

LAST YEAR CONCERNING FRENCH ACTIVITIES. HE FEARED THAT THE CURRENT CONTROVERSY MIGHT DELAY THE GON'S F-104 DECISION AND EXPRESSED HIS GOVERNMENT'S DESIRE TO SET THE MATTER STRAIGHT AS SOON AS POSSIBLE.

- 2. ARMITAGE SAID THAT TO OUR KNOWLEDGE THE SEC WAS NOT CURRENTLY INVESTIGATING THE ALLEGATIONS AGAINST NORTHROP. RESPONDING TO VAN AERSSEN'S QUERY HE ADDED THAT THE DEPARTMENT HAD NO OBJECTION TO THE EMBASSY'S CONTACTING THE SEC DIRECTLY TO GET THE FACTS OF THE CASE. IN FACT, GIVEN THE NATURE OF THE INTERPELLATION, THIS SEEMED THE BEST WAY TO PROCEED. THE DEPARTMENT WILL HELP PUT THE EMBASSY IN TOUCH WITH THE SEC.
- 3. VAN AERSSEN WAS SUBSEQUENTLY GIVEN THE NAME OF THE RESPONSIBLE OFFICIAL AT THE SEC AND WAS ENCOURAGED TO PURSUE THE QUESTION DIRECTLY WITH HIM.
- 4. FYI: DEPARTMENT HAS LEARNED THAT THE SEC FILED A CIVIL INJUNCTIVE ACTION AGAINST NORTHROP IN EARLY MAY IN CONNECTION WITH THE ALLEGED IMPROPER USE OF CORPORATE FUNDS BY THE COMPANY'S EUROPEAN CONSULTANT, A MR. SAVY (FRENCH CITIZEN), NO LONGER RETAINED BY NORTHROP, WHO ALLEGEDLY CHANNELED FUNDS BACK TO THE US FOR USE AS ILLEGAL CAMPAIGN CONTRIBUTIONS. NORTHROP CONSENTED TO THE SEC INJUNCTION AND ITS BOARD OF DIRECTORS HAS RETAINED A WASHINGTON LAW FIRM TO CONDUCT AN IN-HOUSE INVESTIGATION OF THESE ALLEGATIONS. THE FIRM'S REPORT IS TO BE SUBMITTED BY JULY 20 TO THE BOARD AND TO THE SEC, AT WHICH TIME THE SEC MAY CONDUCT ITS OWN INVESTIGATION. END FYL. INGERSOLL

CONFIDENTIAL

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: AIRCRAFT, GOVERNMENT PROCUREMENT, BRIBERY, ALLEGATIONS, INVESTIGATIONS

Control Number: n/a Copy: SINGLE Draft Date: 23 MAY 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: greeneet
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE121351

Document Number: 1975STATE121351 Document Source: CORE Document Unique ID: 00 Drafter: WHMANGER/LD Enclosure: n/a Executive Order: GS Errors: N/A

Film Number: D750182-0435

From: STATE

Handling Restrictions: n/a

Image Path:

Legacy Key: link1975/newtext/t19750522/aaaaatgt.tel Line Count: 92

Locator: TEXT ON-LINE, ON MICROFILM Office: ORIGIN EUR Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: n/a

Review Action: RELEASED, APPROVED Review Authority: greeneet

Review Comment: n/a Review Content Flags Review Date: 10 JUN 2003

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <10 JUN 2003 by KelleyW0>; RELEASED <10 JUN 2003 by WorrelSW>; APPROVED <16 OCT 2003 by greeneet>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JÚL 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: DUTCH QUERY ON ALLEGATIONS AGAINST NORTHROP TAGS: PFOR, NL, US, NORTHRUP

To: THE HAGUE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006